

PACIFIC STAR DEVELOPMENT LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 198203779D)

UPDATE ANNOUNCEMENT:

1. UPDATE OF BANKRUPTCY PROCEEDINGS AGAINST KANOKKORN PATTANA CO., LTD.
 2. SALE OF SHARES IN KANOKKORN PATTANA CO., LTD.
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*Unless otherwise defined here, capitalised terms used in this announcement shall have the meanings ascribed to them in the Company's announcement dated 23 June 2020 titled "Initiation of Bankruptcy Proceedings Against Kanokkorn Pattana Co., Ltd" (the "**Petition Announcement**") and the Company's announcement dated 17 September 2020 titled "1. Update Of Bankruptcy Proceedings Against Kanokkorn Pattana Co., Ltd.; 2. Sale Of Shares In Kanokkorn Pattana Co., Ltd." (the "**Disposal Announcement**").*

1. The Board of Directors (the "**Board**" or "**Directors**") of Pacific Star Development Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Petition Announcement and the Disposal Announcement.
2. As disclosed in the Disposal Announcement, the Company had sought advice on whether it is required to convene an extraordinary general meeting to seek the approval of the Shareholders for the Transaction. On 3 November 2020, the Company has received a reply from Singapore Exchange Regulation Pte Ltd (the "**SGX RegCo**") in respect of the above query. SGX RegCo had informed the Company that the Transaction is not in the ordinary course of business and is therefore subject to Chapter 10 of the Catalist Rules. Accordingly, the Company will adhere to the requirements of Chapter 10 of the Catalist Rules and seek Shareholders' approval for the Transaction.
3. In this respect, Rule 1014(5) of the Catalist Rules states – "*Notwithstanding Rule 1014(2), where a disposal of assets is one where any of the relative figures as computed on the bases set out in Rule 1006 exceeds 75%, the issuer must appoint a competent and independent valuer to value the assets to be disposed.*" As stated in the Disposal Announcement, the relative figure under Rule 1006(c) is 111.8%. Accordingly, based on Rule 1014(5), a competent and independent valuer is required to value the assets to be disposed. The Company has submitted a waiver application to SGX RegCo on 4 November 2020 for a waiver in relation to Rule 1014(5) of the Catalist Rules.
4. The Company will provide an update on the outcome of the abovementioned waiver request when it receives the response from SGX RegCo. After receiving the SGX RegCo's response, a circular to Shareholders containing further information on the Transaction will be despatched to Shareholders in due course.
5. The Board wishes to advise shareholders and investors to exercise caution when dealing in the shares of the Company and to refrain from taking any action in relation to such shares which may be prejudicial to their interests. It should be noted that there is no assurance that the Transaction would be completed. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants, tax advisers or other professional advisers immediately.

ON BEHALF OF THE BOARD

Ying Wei Hsein
Executive Chairman
4 November 2020

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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